

FISCAL NOTE

SB 2243 - HB 2945

March 10, 2004

SUMMARY OF BILL: Provides a Hall Income tax credit for investments by small businesses with gross sales of \$3,000,000 or less. The tax credit would equal 25% of the qualified investment. However, the total amount of the credit cannot exceed 50% of the tax liability of the business. Businesses that could qualify include those primarily involved in research and development, technology transfer, information technology, or the application of new technology developed through research and development or acquired through technology transfer, or any business that brings significant capital into Tennessee.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - Exceeds \$100,000

Increase State Expenditures - \$66,375 One-Time

One-time expenditures associated with this bill are for forms and systems changes required by the Department of Revenue to comply with the provisions of the bill.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White".

James W. White, Executive Director

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